

**LG Electronics Inc.**  
**Non-Consolidated Statements of Changes in Shareholders' Equity**  
**Three-Month Period Ended March 31, 2007**  
**(Unaudited)**

*(in millions of Korean won)*

	<b>Capital stock</b>	<b>Capital surplus</b>	<b>Capital adjustments</b>	<b>Accumulated other comprehensive Income</b>	<b>Retained earnings</b>	<b>Total</b>
Balance at January 1, 2007	₩ 809,169	₩ 2,219,993	₩ (44,893)	₩ 687,981	₩ 2,466,926	₩ 6,139,176
Cumulative effect of change in accounting principles	-	-	-	(159,664)	(44,696)	(204,360)
Restated balance	-	-	-	528,317	2,422,230	5,934,816
Cash dividends	-	-	-	-	(121,659)	(121,659)
Appropriation of retained earnings	-	-	-	-	2,300,571	5,813,157
Net loss	-	-	-	-	(122,644)	(122,644)
Changes in equity arising from equity method accounting	-	-	-	25,745	-	25,745
Gain on valuation of available for sale securities	-	-	-	1,416	-	1,416
Balance at March 31, 2007	<u>₩ 809,169</u>	<u>₩ 2,219,993</u>	<u>₩ (44,893)</u>	<u>₩ 555,478</u>	<u>₩ 2,177,927</u>	<u>₩ 5,717,674</u>

The accompanying notes are an integral part of these non-consolidated financial statements.

See Report of Independent Accountants